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## Revenue and Transportation Interim Committee

### 62nd Montana Legislature

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**COMMITTEE STAFF**  
JEFF MARTIN, Lead Staff  
JARET COLES, Staff Attorney  
FONG HOM, Secretary

### REVISED AGENDA

#### Thursday and Friday, February 16-17, 2012

#### Room 137, State Capitol

#### Thursday, February 16

*Agenda times are approximate and may take more or less time than is indicated.*

- 8:00 1. Call to order -- roll call -- approval of minutes from Dec. 8-9 meeting -- **Rep. Roy Hollandsworth, Committee Chair**
- 8:05 2. Logistics and confidentiality statement for tour of DOR income tax processing center -- **Alan Peura, Department of Revenue**
- 8:10 3. SJR 17 study of valuing centrally assessed property
- a. overview of unitary valuation and possible study considerations -- **Tom Hamilton, Professor, University of St. Thomas, Opus College of Business**
  - b. update on property taxation trends requested at December meeting -- **Department of Revenue**
  - c. response to public comments on the cap rate study at December meeting -- **Department of Revenue**
  - d. valuation and assessment trends of centrally assessed property and large industrial property since 2005 -- **Department of Revenue**
  - e. description of study to be conducted on the valuation of centrally assessed property for committee consideration -- **Kristin Juras, Professor, University of Montana Law School**
  - f. public comment

#### **BREAK**

- 11:15 4. Tax increment financing topics
- a. negative tax increment in TIF district that has more than one school district from December meeting -- **Department of Revenue**
  - b. use of funds related to terminated Billings TIF district from December meeting -- **Department of Revenue**

#### **LUNCH**

- 1:00 5. Bill draft to revise uniform tax penalty and interest provisions -- **Jeff Martin, Committee staff**
- a. preliminary fiscal impact of revision -- **Department of Revenue**
  - b. public comment

- 1:30 6. HJR 13 income tax study
- a. overview of selected states' income tax structure -- **Jaret Coles, Staff Attorney**
  - b. update on effective individual income tax rates with and without credits --**Stephanie Morrison, Legislative Fiscal Division**
  - c. overview of effective tax rates of married taxpayers by filing status and review of previous analysis of requiring joint filing -- **Stephanie Morrison**
  - d. committee discussion of additional analysis
  - e. public comment

- 2:45 7. Public comment on any matter within the purview of the committee

- 3:00 8. Tour Department of Revenue Income Tax Processing Center

**Friday, February 17**

- 8:00 1. Call to order -- roll call -- **Rep. Roy Hollandsworth, Committee Chair**

- 8:05 2. Department of Transportation Reports -- **Tim Reardon, Director, Montana Department of Transportation**

- a. HB 142 review of Advisory Council for Scenic-historic Byways program
  - i. committee discussion of whether to retain or eliminate
- b. Rail Service Competition Council
- c. update on federal funding of transportation
- d. update on Shiloh road construction project in Billings
- e. public comment

- 9:00 3. Revenue collection report -- **Terry Johnson, Legislative Fiscal Division**
- a. public comment

- 9:40 4. Revenue estimating process options discussed by representatives of Legislative Council, Legislative Finance Committee, & RTIC -- **Jeff Martin and Terry Johnson**
- a. RTIC members' discussion -- **Sen. Jim Peterson and Sen. Christine Kaufmann**
  - b. public comment

**BREAK**

- 10:30 5. SJR 23 Study of tax exemptions for nonprofit organizations
- a. Attorney General's *Montana Hospitals* report -- **Lawrence L. White, School of Public and Community Health Sciences**
  - b. updated analysis of charity care/bad debt - -**Megan Moore, Committee staff**
  - c. information on Medicaid and Medicare unreimbursed costs -- **Megan Moore**
  - d. information on number of parcels granted property tax exemptions since 2003 -- **Department of Revenue**
  - e. nonprofit agricultural property eligibility for exemption -- **Department of Revenue**
  - f. committee discussion of selecting panelists for April meeting
  - g. public comment

**LUNCH**

- 1:00 6. Continuation of SJR 23 study (if necessary)
- 1:45 7. Administrative rule review -- **Jaret Coles, staff attorney**
  - a. public comment
- 2:00 8. Department of Revenue reports -- **Dan Bucks, Director, Department of Revenue**
  - a. preparation for income tax season
  - b. emerging issues
  - c. public comment
- 2:45 9. Public comment on any topic within the purview of the committee
- 3:00 10. Other business, member topics, schedule next meeting, reschedule July meeting
- 11. Adjourn

The Montana Legislative Services Division will make reasonable accommodations for persons with disabilities who wish to participate in this public hearing. If you require an accommodation, please contact Jeff Martin, Legislative Research Analyst, at 406-444-3595 or [jmartin@mt.gov](mailto:jmartin@mt.gov) at least 5 working days before the meeting to discuss the nature of the accommodation that you need.

**The Revenue and Transportation Interim Committee webpage is [www.leg.mt.gov/rtic](http://www.leg.mt.gov/rtic).**

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